



General Assembly

Substitute Bill No. 500

February Session, 2004

* SB00500FIN__040704__ *

AN ACT CONCERNING THE IMPACT OF CERTAIN STATE TAX CREDITS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 32-1i of the general statutes, as amended by
2 section 1 of public act 03-197, is repealed and the following is
3 substituted in lieu thereof (*Effective October 1, 2004*):

4 (a) The Commissioner of Economic and Community Development
5 shall, by July 1, 1995, develop improved objectives, measures of
6 program success and standards for granting of financial and
7 nonfinancial assistance under programs administered by said
8 commissioner. Not later than January 1, 2004, and annually thereafter,
9 the commissioner shall prepare a report analyzing the performance of
10 such programs during the preceding fiscal year in accordance with
11 such objectives, measures and standards and submit the report, in
12 accordance with section 11-4a, to the joint standing committees of the
13 General Assembly having cognizance of matters relating to commerce,
14 appropriations and finance, revenue and bonding. Not later than
15 January 1, 2006, the Commissioner of Economic and Community
16 Development shall develop improved measures of the impact and
17 program success for the granting of economic development tax credits
18 administered by said commissioner. Not later than January 1, 2007,
19 and annually thereafter, the commissioner shall prepare a report

20 analyzing the performance and impact of the economic development
21 tax credits administered by the commissioner in accordance with such
22 measures and submit the report, in accordance with section 11-4a to
23 the joint standing committees of the General Assembly having
24 cognizance of matters relating to commerce, appropriations and
25 finance, revenue and bonding. The Department of Revenue Services
26 shall provide the Commissioner of Economic and Community
27 Development with any information needed by said commissioner to
28 evaluate the impact of such economic development tax credit
29 programs. Nothing in this section shall be construed to authorize the
30 Commissioner of Economic and Community Development to name or
31 list any individual taxpayer who has received a tax credit under a
32 program administered by the commissioner.

33 (b) Not later than January 1, 2004, and biennially thereafter, the
34 report prepared pursuant to subsection (a) of this section shall include
35 an economic analysis of the performance of programs administered by
36 the commissioner, based on the following criteria, in addition to any
37 objectives, measures of program success and standards for granting of
38 financial and nonfinancial assistance developed in accordance with
39 subsection (a) of this section: (1) The extent to which recipients of
40 assistance in amounts greater than one million dollars have (A)
41 directly or indirectly increased property values in the municipalities in
42 which the recipients are located; (B) contributed to an increased state
43 gross product; (C) contributed to increased state productivity; (D)
44 enhanced other state-funded economic development projects; (E)
45 directly or indirectly created jobs in the state; and (F) stopped or
46 decreased the loss of jobs from the state; (2) the extent to which
47 employees of recipients of assistance participate in health benefit plans
48 offered by such recipients; (3) the extent to which recipients of
49 assistance offer unique economic, social, cultural or aesthetic attributes
50 to the municipalities in which the recipients are located or to the state;
51 and (4) any other qualitative criteria for granting financial and
52 nonfinancial assistance that said commissioner deems appropriate.

53 (c) The commissioner shall make the [report] reports required under

54 subsection (a) of this section available electronically by posting such
55 report on the Department of Economic and Community
56 Development's website not later than thirty days after the date such
57 report is submitted to the joint standing committees of the General
58 Assembly having cognizance of matters relating to commerce,
59 appropriations and finance, revenue and bonding.

This act shall take effect as follows:	
Section 1	<i>October 1, 2004</i>

CE *Joint Favorable Subst.*

FIN *Joint Favorable*